

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301
Indianapolis, IN 46204
(317) 233-0696
<http://www.in.gov/legislative>

FISCAL IMPACT STATEMENT

LS 6947

BILL NUMBER: HB 1680

NOTE PREPARED: Dec 31, 2002

BILL AMENDED:

SUBJECT: Use of Banking Terminology.

FIRST AUTHOR: Rep. Bardon

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: ☒ **GENERAL**
☐ **DEDICATED**
☐ **FEDERAL**

IMPACT: State

Summary of Legislation: The bill prohibits the deceptive use of an existing bank name. It provides a civil penalty of up to \$10,000 for each violation.

Effective Date: July 1, 2003.

Explanation of State Expenditures: Under the bill, the Commissioner of the Department of Financial Institutions may impose a civil penalty of up to \$10,000 for a person, firm, limited liability company, or corporation using a name similar to that of an existing bank if the Commissioner finds it deceived or confused a reasonable person. The amount of expenditures incurred by the Department of Financial Institutions would depend upon the number of cases that occur.

Explanation of State Revenues: Revenues received from civil penalties are deposited in the Financial Institutions Fund, which pays all expenses incurred and all compensation paid by the Department.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Department of Financial Institutions.

Local Agencies Affected:

Information Sources:

Fiscal Analyst: Karen Firestone, 317-234-2106